A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF LODI, CALIFORNIA DECLARING ITS INTENTION TO CALL FOR BIDS FOR AN OIL AND GAS LEASE

The City Council of the City of Lodi, California does resolve as follows:

SECTION 1 ~ Pursuant to Section 7058 and 7058. 5 of the Public Resources

Code of the State of California. the City Council of Lodi declares that it intends

to call for bids for a lease agreement for the production of oil, gas or other

hydrocarbons

SECTION 2 - Said lease shall cover all land lying more than 500 feet below the surface of that certain land situate in the County of San Joaquin, State of California and more particularly described as follows:

PARCEL 1 - Beginning at the Southeast corner of Section 24, Township 3 North, Range 5 East, Mount Diablo Base & Meridian: thence North 49" 48' West, along the Westerly right-of-way line of THORNTON ROAD to the point of intersection with the North line of the Southwest Quarter of said Section 24: thence continuing North 49" 48' West along said Westerly right-of-way line, 1165.20 feet; thence Northwesterly along said Westerly right-of-way line on a curve to the right through a central angle of 12' 39' 30"; radius of 3584.02 feet, arc length of 783.86 feet to the end of curve; thence South 89" 54' 30" West along the North line of that certain tract of land acquired by George W. Emde. et al, from Clyde O. Fox, by deed filed October 24, 1944 in Book of Official Records, Volume 902. Page 84, said line being on the South line of the land known as Tredway Ranch, 3660.40 feet; thence continuing South 89' 54' 30" West, along the North line of property acquired by George W. Emde, et al, from Lulu F. Bunds by deed filed June 19, 1944 in Volume 887 of Official Records, Page 19, San Joaquin County Records, 1017.00 feet: thence South 89" 58-1/21 West along said North line 2476.40 feet to the Northwest corner of said property

acquired by George W. Emde. et al, being on the Easterly line of a 30-foot ditch being also on the Easterly line of the land known as Crawford Ranch; thence following said Easterly line, being also the Westerly line of said property acquired by George W. Emde. et al, on the following courses and distances: South 27" 04' East, 1762.00 feet; South 61° 01' East, 600.00 feet; South 55" 11' East, 1200.00 feet; South 55' 59' East, 600.00 feet; South 42" 07' East, 300.00 feet; South 2° 09' East, 806. 10 feet, to the South line of said Section 23; thence Easterly, along the South line of said Section 23 and the South line of Section 24 to the point of beginning.

EXCEPTING FROM the above parcel all that certain land as described in a deed from City of Lodi to the State of California as recorded in the Office of the County Recorder of San Joaquin County, California, on May 15, 1968 in Book 3209 of Official Records at Page 268, Instrument No. 21018.

ALSO EXCEPTING FROM the above parcel all that certain land as described in a deed from City of Lodi to the State of California as recorded in the Office of the County Recorder of San Joaquin County, California, on April 14, 1970, in Book 3384 of Official Records, at Page 1, Instrument 13775.

Containing 525. 14 acres more or less.

PARCEL 2 - All that certain parcel of land deeded to the City of Lodi by the State of California as shown on deed recorded March 14, 1973 in Book 3745, Page 33 of Official Records of San Joaquin County, containing 0.38 acres more or less.

PARCEL 3 - All that certain parcel of land deeded to the City of
Lodi by the State of California as shown on deed recorded March 14,
1973 in Book 3745, Page 28, Official Records of San Joaquin County,

containing 0. 59 acres more or less.

Parcels 1, 2, and 3 are commonly known as the White Slough Water Pollution Control Plant property.

PARCEL 4 -

A portion of the South one-half of Section 14, Township 3 North,
Range 6 East, Mount Diablo Base and Meridian, being more
particularly described as follows:

BEGINNING at the Northeast corner of the Southwest Quarter of said Section 14; thence South 0' 04' 30" East along the East line of said Southwest Quarter, 312.62 feet: thence 447.28 feet along a curve to the left, said curve having a radius of 1000.00 feet, a central angle of 25° 37' 38", and a long chord which bears South 12° 53' 19" East; thence South 25" 42' 08" East, 100.00 feet; thence 98.49 feet along a curve to the right, said curve having a radius of 1000.00 feet, a central angle of 5' 38' 36" and a long chard which bears South 22° 52' 50" East; thence South 69° 56' 28" West, 130.76 feet: thence 360.20 feet along a curve to the right, said curve having a radius of 1000,00 feet, a central angle of 20" 43' 17" and a long chord which bears South 80" 18' 06-1/2" West: thence North 89" 20' I5" West, 137.04 feet; thence North 17' 39' 01" West, 242.05 feet: thence North 89" 20' 15" West 200.00 feet; thence North 1° 03' 35" West along the East line of the Woodbridge Irrigation District right of way, 806.93 feet to a point in the North line of said Southwest Quarter: thence South 89" 12' 00" East along said North line 721.80 feet to the POINT OF BEGINNING.

Containing 16.64 acres more or less.

This parcel is commonly known as Beckman Park.

PARCEL 5

The North one-half of the Southeast Quarter of Section 15,

Township 3 North, Range 6 East, Mount Diablo Base and

Meridian.

EXCEPTING THEREFROM the **East** 1650.00 feet and that portion of the **premises** lying within Lower Sacramento Road.

Containing 27.00 acres more or less.

This parcel is commonly known as G South Basin.

SECTION $\bf 3$ - The minimum annual rental shall be \$10.00 per acre.

SECTION 4 - The minimum royalty shall be one-sixth (1/6) of all oil, gas, minerals or other hydrocarbons that may be produced from said lands.

SECTION 5 - The term of the **lease** shall be for five (5) years and for such longer period (not to exceed 35 years) during which oil, gas and other hydrocarbon substances shall be produced from said leased land, or lands with which the leased land may be pooled.

SECTION 6 - The form, of the lease shall be a standard oil and gas lease form such as is used by Shell Oil, Standard Oil, Phillips Petroleum, or any other major oil company.

SECTION 7. The variable bidding factor from which bids shall he received shall be the cash bonus consideration which shall include the first year's rental.

SECTION 8 -Lessor will permit drill sites on Parcel 1 at such locations as may be mutually agreed upon by Lessor and Lessee.

SECTION 9 \sim The bidder shall submit **a** sealed proposal to enter into said lease agreement and the same shall be received at the office of the

City Clerk of the City of Lodi located in the City Hall on or before 5:00 P.M. on Wednesday, September 18, 1974 and said bids shall be opened and publicly declared by the Council at its regular meeting in the City Hall, Lodi, California to be held at 8:00 P.M. on said date. Said bids shall contain a cashier's or certified check covering the full amount of the cash bonus consideration including the first year's rental and shall indicate the willingness of the lessee to enter into a lease containing at least the minimum proposals set forth herein.

SECTION 10. The City Clerk shall publish this resolution once a week for four successive weeks in the Lodi News Sentinel, a newspaper of general circulation published and printed in the City and County where the property is situated.

I hereby certify that the foregoing resolution was passed and adopted by the City Council of the City of Lodi in regular meeting held August 7, 1974 by the following vote:

AYES:

Councilmen - Ehrhardt, Hughes, Katnich,

Pinkerton, and Schaffer

NOES:

Councilmen - None

ABSENT:

Councilmen - None

Dated: August 7, 1974

Deputy City Gleri